DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: April 14, 2010 BILL NUMBER: AB 2144 POSITION: Support AUTHOR: D. Gilmore

SPONSOR: Department of Motor Vehicles

BILL SUMMARY: Commercial Motor Vehicles: Driver Compliance

This bill would modify provisions related to commercial driver's licenses as required by federal regulations.

FISCAL SUMMARY

The Department of Motor Vehicles (DMV) estimates costs to be minor and absorbable.

COMMENTS

Finance supports this bill because it would bring California into compliance with current federal regulations, address DMV-related findings from the Federal Motor Carrier Safety Administration's 2008 Motor Carrier Safety Assistance Program of the California Highway Patrol's program, and enhance commercial driver safety.

Analyst/Principal (0744) J. Gregg	Date	Program Budget Manager Mark Hill	Date		
Department Deputy Di	rector		Date		
Governor's Office:	,		Position Approved Position Disapproved		
BILL ANALYSIS			Form DF-43 (Rev 03/95 Buff)		

D. Gilmore April 14, 2010 AB 2144

ANALYSIS

A. Programmatic Analysis

Existing Law:

- Provides that a deferral to a traffic violator school results in a dismissal of the complaint.
- Makes records pertaining to traffic violator school dismissals confidential.
- Prohibits a driver from operating a commercial vehicle for a period of between 90 days and three
 years if the person is convicted of violating an out-of-service order; imposes a penalty of between
 \$1,100 and \$2,750 for anyone convicted of violating an out-of-service order.

This bill would:

- Modify provisions related to traffic violator schools to reflect that the referral to a traffic violator school is a de facto guilty plea and conviction and not a dismissal of the complaint.
- Provide that DMV records related to a traffic violator school conviction, normally held confidential, are not confidential if the person convicted holds a Class A, Class B, or commercial Class C driver's license or is operating a commercial motor vehicle.
- Increase the length of disqualification periods and the amount of penalties related to out-of-service convictions.
- Make other, technical, non-substantive amendments.

Discussion:

The 2008 Federal Motor Carrier Safety Administration audit of California's Commercial Driver License Program identified inconsistencies between federal and state law. If California is unable to resolve the audit findings by the next audit (anticipated in 2012), the state may be found out of compliance and may face sanctions. Failure to achieve compliance with federal regulations may result in a significant loss of highway funds. The initial penalties for substantial non-compliance are a 5% loss of federal highway aid, complete loss of all federal grants, and a \$5,000-a-day fine. If a state remains out of compliance for a second year, the loss of highway funds is increased to 10%; failure to comply for a third year results in the Federal Motor Carrier Safety Administration decertifying the state. If a state is decertified, it may no longer issue or renew commercial licenses.

DMV is sponsoring this bill to ensure federal compliance as well as to ensure that only safe drivers operate commercial vehicles on the state's public highways. The department asserts that commercial vehicle drivers are held to a high standard because of the importance of safe operation of large, heavy vehicles.

B. Fiscal Analysis

The Department of Motor Vehicles (DMV) estimates costs to be minor and absorbable.

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AUTHOR			AMENDMENT DATE			BILL NUMBER	
D. Gilmore		April 14, 2010			AB 2144		
	SC)		(Fiscal Imp	act by Fiscal Year)		
Code/Department				(Dollars	in Thousands)		
Agency or Revenu	ie CC) PROP					Fund
Туре	R۱	98	FC	2009-2010 FC	2010-2011 FC	2011-2012	Code
2740/DMV	S	O No		Minor	Fiscal Impact		0044
Fund Code 0044	<u>Title</u> Motor Vehic	e Accoun	it, STF				